

JENNIFER M. GRANHOLM

DEPARTMENT OF COMMUNITY HEALTH LANSING

JANET OLSZEWSKI

January 2009

Dear OPPS Outpatient Hospital and Dialysis Providers,

The purpose of this letter is to provide new information regarding the dialysis Healthcare Common Procedure Coding System (HCPCS) codes and rates posted on the Michigan Department of Community Health's (MDCH) Outpatient Prospective Payment System (OPPS) Wrap Around Code list. The first quarter Wrap Around Code list was recently posted effective for dates of service (DOS) on and after January 1, 2009. The dialysis rates are being adjusted to maintain budget neutrality effective for DOS on and after February 1, 2009. A revision date will reflect the posted first quarter changes.

Per MDCH's OPPS billing policy, providers are required to bill dialysis services following Medicare's billing requirements. Medicare allows providers to bill home dialysis using HCPCS 90945. MDCH is adjusting the rate for HCPCS 90945 to align more closely with the Medicare rate, and the rates recently posted to the new home dialysis codes to maintain budget neutrality.

The adjusted dialysis rates for DOS on and after February 1, 2009, posted to the Wrap Around Code List are as follows:

- HCPCS 90945 (per day) is \$61.07
- HCPCS 90963 90966 (per full month) is \$1830.00
- HCPCS 90967 90970 (less than a full month) per day is \$61.07

MDCH appreciates the opportunity to partner with outpatient hospitals and dialysis providers in delivering quality healthcare with this valuable service to our Medicaid beneficiaries.

Sincerely,

Stephen Fitton, Acting Director Medical Services Administration